

Audit Issues and Closure Report

Client Name: E&M Technologies

Audit No: E&M25-1 - PCAOB Audits

SI No	Workpaper Ref	CAM	Exceeded Materiality	Deviations/ Exceptions Noted	Conclusion	Type of Test	Status	Description & Reason for selection as CAM	Audit Procedure undertaken to address the CAM
1	Cash and Bank	While checking the long pending reconciliation item along with the subsequent clearance status, observed some issues.	NA	On the basis of audit procedure, we reach to a conclusion that nothing adverse was observed for auditors to write any significant observation.	While checking the long pending reconciliation item along with the subsequent clearance status, observed some issues.	Inquiry, Observation, Inspection	WIP		
2	Fixed Assets	None	NA	We noted 1 deviation related to purchase acquisition request amount exceeded its authorized limit. 2. No other deviations / exceptions were noted.	We conclude that fixed assets and related accumulated depreciation are materially accurate and no adjustments are proposed.	Examination	WIP		

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2	Fixed Assets	None	NA	We noted 1 deviation related to purchase acquisition request amount exceeded its authorized limit. 2. No other deviations / exceptions were noted.	d at this time.	Examination	WIP		
3	Sales	Not existing for this workpaper	No	Deviation #1 - We have currently spotted \$154456.51 from three customers that we are requesting the client to reclassify as liability Deviation #2 - We received 6 confirmations from customers, Two customers provided large discrepancies and will require us to inquire	To conclude this workpaper, the following needs to be completed: 1) verify if the "collectible" amounts in the allowance for bad debt has been received by the customer 2) Verify the large variances	Substantive Testing	WIP		

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3	Sales	Not existing for this workpaper	No	further with the client. Deviation #3 - Need to inquire DM related to 7/28/2023 as to whether the client received the payment on this invoice.	noted by the client's customers on the balance confirmation 3) Inquire DM on 7/28/2023	Substantive Testing	WIP		
4	Loan and Bank	Verified trace between lockbox to loan account to Master Verified trace between Master to A/P & Payroll No unusual or significant transactions noted at the end of the year Verified FY reconciliation between G/L to bank statements: noted no exceptions	NA	Verified trace between lockbox to loan account to Master Verified trace between Master to A/P & Payroll No unusual or significant transactions noted at the end of the year Verified FY reconciliation between G/L to bank statements: noted no exceptions	Verified trace between lockbox to loan account to Master Verified trace between Master to A/P & Payroll No unusual or significant transactions noted at the end of the year Verified FY reconciliation between G/L to bank statements: noted no exceptions	Observation	WIP		

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4	Loan and Bank	Verified trace between lockbox to loan account to Master Verified trace between Master to A/P & Payroll No unusual or significant transactions noted at the end of the year Verified FY reconciliation between G/L to bank statements: noted no exceptions	NA	Verified trace between lockbox to loan account to Master Verified trace between Master to A/P & Payroll No unusual or significant transactions noted at the end of the year Verified FY reconciliation between G/L to bank statements: noted no exceptions	G/L to bank statements: noted no exceptions	Observation	WIP		
5	Related Party Worksheet	None	NA	Details collected and verified	Details collected and verified	Examination, Substantive Testing	WIP		
6	Risk Assessment Summary sheet	Risk Inquiry forms are prepared for Board of Directors, Management and Employees and shared with the Client.	NA	Risk Inquiry forms are prepared for Board of Directors, Management and Employees and shared with the Client.	Risk Inquiry forms are prepared for Board of Directors, Management and Employees and	Substantive Testing	WIP		

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6	Risk Assessment Summary sheet	Risk Inquiry forms are prepared for Board of Directors, Management and Employees and shared with the Client.	NA	Risk Inquiry forms are prepared for Board of Directors, Management and Employees and shared with the Client.	shared with the Client.	Substantive Testing	WIP		